

**MINUTES OF THE  
UTAH COMPREHENSIVE HEALTH INSURANCE POOL  
BOARD OF DIRECTOR'S MEETING**

**March 18, 2013  
Select Health  
Auditorium B  
1:00 p.m.**

**Directors Present:** Elizabeth Hunter, Chair; Norm Thurston; Todd Kiser; Steve Canfield; Steve Neeleman; Chet Loftis; Robert Perry; Frank Kyle (proxy for Todd Trettin); Matthew Minkevitch ; Steve Bateman; Randall Smart

**Directors Absent:** Doug Hasbrouck M.D.

**Present by Invitation:** Tomi Ossana; Perri Ann Babalis; Troy Pritchett; Sally Burns; Kempton Paige; Scott Mecham

**SelectHealth Staff Present:** Jim Murray; Lyndee Astill; Maren Donaldson ; Crystal Ince; Jesse Liddell; Lynanne Gibbons

The meeting was called to order at 1:08 p.m. by Elizabeth Hunter, Chair.

**APPROVAL OF MINUTES**

The HIPUtah minutes of January 17, 2013 were presented. They were approved with no corrections.

**ADMINISTRATIVE REPORT-HIPUTAH AND FEDERAL HIPUTAH—Jesse Liddell**

The Administrative reports for both State (HIPUtah) and Federal (Federal-HIPUtah) pools were presented. There was discussion regarding the decreasing number of applicants on the HIPUtah program.

**ACTUARIAL REPORT & FINANCIAL PROJECTIONS—Troy Pritchett**

**HIPUtah**

1. 2 modifications have been made to the projections: 1) higher growth and, 2) a higher claims trend.
2. There should be a 50% decrease in enrollment once the exchange is in place in January 2014.
3. The claims trend has increased to about 14% for the most recent 12 months.

**Federal-HIPUtah**

1. Federal-HIPUtah has capped enrollment effective March 2, 2013.
2. The Federal-HIPUtah program will need \$27 million in funds to finish calendar year 2013
3. There should be a quick decrease in the cost of the program due to large turnover and the enrollment freeze.

**HIPUTAH FY 2013 & FY 2014 BUDGET REVIEW—Tomi Ossana**

1. Currently we are at 67% of the original budget with 5.55 months in the reserve.
2. Enrollment is expected to decrease by 50% at the beginning of 2014 and then continue to decrease at a rate of 2% each month after that.
3. There should be 4 months of run out by the end of fiscal year 2014.

**FEDERAL-HIPUTAH BUDGET REVIEW, ENROLLMENT FREEZE AND CY 13,  
ALLOCATION REQUEST—Tomi Ossana and Sally Burns**

1. There was a delay in the funding request process due to the enrollment cap in March. The Feds decided to do a stop gap funding request for the month of April. HIPUtah provided a \$2.8 Million

operational loss for April in the cost proposal submitted to CCIIO. That amount was not funded due to the amount left from previous 1<sup>st</sup> quarter allocation.

2. The next cost proposal request is due in April for May and June.

**JULY 2014 RENEWAL (PREMIUM ADJUSTMENTS AND BENEFIT CHANGES—Tomi Ossana & Troy Pritchett**

1. The index rate for small employers came in at 6.5%. Troy is recommending a 6.5% increase for July 2013 for both the State and Federal HIPUtah programs. **It was moved that the premiums for both the State and Federal programs be increased by 6.5% in July.** Moved— Norm Thurston; second—Randy Smart. Motion carried.
2. There was discussion about CCIIO's request to consider reducing benefits on the Federal-HIPUtah program. **It was moved that no change be made to the Federal-HIPUtah benefit structure.** Moved— Steve Neeleman; second—Rob Perry. Motion carried.

**ACTION ITEMS- Tomi Ossana**

1. Actuary RFP- Milliman has completed their 3 year contract and 2 renewals. There was discussion on how to go about the RFP process. Given the potential short time frame for HIPUtah and Milliman's experience with the program, Tomi will look into doing a sole source RFP for the actuary.
2. Executive Director RFP- Tomi Ossana has completed the 3 year contract and the first year renewal for the Executive director contract. She has a one year extension option remaining. **It was moved the second year renewal of the contract be extended.** Moved—Rob Perry; second—Steve Neeleman. Motion carried.
3. Administrator RFP- SelectHealth has completed the 3 year contract. The first year option has already been extended and will expire July 31, 2014.
4. Underwriting Auditor RFP- Jerome Floerke has completed the 3 year contract and the first year renewal. He has a one year extension option remaining. **It was motioned to wait until July's board meeting to make a decision on extending the contract for an additional year to determine the necessity of an auditor for an additional year.** Moved— Norm Thurston; second—Rob Perry. Motion carried.

**RISK POOL ENROLLEES TRANSITION TO EXCHANGE AND REINSURANCE-  
CONTINGENCY PLAN- Tomi Ossana and Sally Burns**

There was much discussion on healthcare reform, transitioning HIPUtah and Federal-HIPUtah members to the exchange, and the potential role of HIPUtah in 2014 and beyond.

**UTILIZATION MANAGEMENT AND DISEASE MANAGEMENT REPORTS—Jesse Liddell and Maren Donaldson**

The Utilization Management and Case Management Reports were presented.

**PREMIUM ASSISTANCE SUBSIDY- Tomi Ossana**

There is adequate funding through the end of December 2013.

**NEXT MEETING**

The next Board meeting has been scheduled for Thursday, May 2, 2013, **NOON** at SelectHealth.